

Proposed CDBG Program Activities for Funding Year 2010/2011

AMOUNT OF CDBG FUNDS ANTICIPATED TO BE RECEIVED: \$ 1,750,323

Staff recommends the following program eligible activities:

Program Administration; 20% of CDBG entitlement; maximum allowed under HUD Regulations	350,064
Public Service Activities; (15% of the CDBG entitlement) Maximum allowed under HUD Regulations. CDBG funding is combined with general fund dollars as part of the Tempe Community Council Agency Review process.	262,548
Acquisition; <i>Affordable Housing</i> Funding will be used for the acquisition of vacant land and/or the acquisition and rehabilitation of existing units for the purpose of expanding affordable housing opportunities for Tempe residents.	275,000
Downpayment Assistance; <i>Affordable Housing</i> Funds will be used for the Section 8 and Community Assistance Mortgage Programs (CAMP). The City's first-time homebuyer programs provide direct subsidy to the homebuyer for downpayment and closing costs assistance.	225,000
Emergency Repairs; <i>Affordable Housing</i> Funds will be used to rehabilitate emergency and handicapped accessibility items in homes for the City's Housing Improvement program.	250,000
Acquisition; <i>Redevelopment</i> These funds will be used for the acquisition of land for redevelopment activities and properties in slum and blighted conditions.	185,000
Demolition; <i>Redevelopment</i> These funds will be used for the demolition of slum and blighted structures.	50,000
Relocation; <i>Redevelopment</i> Funds will be used for the expenses related to the possible relocation of displaced residents from slum and blighted structures.	50,000
Technical Assistance; <i>Economic Development</i> Funds will be used for the training and technical assistance to small businesses for the benefit of increasing job opportunities for low and moderate income households	75,000
Contingency Reserved for activities requiring additional funding for the Program year.	27,711

Proposed HOME Program Activities for Funding Year 2010/2011

AMOUNT OF HOME FUNDS TO BE ALLOCATED TO TEMPE: **\$ 502,093**

The City receives HOME funds from Maricopa County through participation in the Maricopa County Consortium (Consortium members: Maricopa County, Avondale, Chandler, Gilbert, Glendale, Peoria, Scottsdale, Surprise and Tempe). For FY2010/2011, there is an estimated \$507,766 in HOME funds reserved for Tempe.

The HOME program, unlike the CDBG program, requires a 25% non-federal match for the City to receive these funds. For FY2010/2011 the city's match requirement will be \$119,248.

Staff recommends the following program eligible activities:

Program Administration; (5% of HOME entitlement) Maximum allowed under Consortium Agreement.	\$25,104
Housing Improvement Programs; <i>Affordable Housing</i> Funds will be used to fully rehabilitate 6-8 homes for low/moderate income families in Tempe. This is a continuation of the City's on-going program to rehabilitate substandard owner-occupied homes.	\$228,494
Downpayment Assistance; <i>Affordable Housing</i> Funds will be used for the Section 8 and Community Assistance Mortgage Programs (CAMP). The City's first-time homebuyer programs provide direct subsidy to the homebuyer for downpayment and closing costs assistance.	\$228,495
NewTowN CHDO Program Administration; Funds will be used to assist NewTowN CHDO in the administration of its affordable housing programs.	\$25,000

Recommended Program Income Activities

In FY 2010-2011, it is anticipated that approximately \$50,000 will be received in program income. This amount represents rehabilitation loan pay-offs and/or on-going repayments under the amortized loan program. This program income will be used to augment the HOME Housing Improvement and Downpayment Assistance programs.